

# Nondeductible IRAs

▶ See separate instructions.

▶ Attach to Form 1040, Form 1040A, or Form 1040NR.

Name. If married, file a separate Form 8606 for each spouse who is required to file Form 8606. See page 4 of the instructions.

Your social security number  
 :  
 :  
 :

**Fill in Your Address Only if You Are Filing This Form by Itself and Not With Your Tax Return**

Home address (number and street, or P.O. box if mail is not delivered to your home)	Apt. no.
City, town or post office, state, and ZIP code	

## Part I Traditional IRAs (Nondeductible Contributions, Distributions, and Basis)

*Caution: If you converted part or all of your traditional IRAs to Roth IRAs in 1998, see the instructions for Part II on page 5 before making entries in Part I.*

1 Enter your nondeductible contributions to traditional IRAs for 1998, including those made during 1/1/99-4/15/99 that were for 1998. See page 4 . . . . .	1													
2 Enter your total IRA basis for 1997 and earlier years. See page 5 . . . . .	2													
3 Add lines 1 and 2 . . . . .	3													
<table style="width: 100%; border: none;"> <tr> <td style="border: 1px solid black; padding: 5px; width: 20%;">Did you receive any distributions (withdrawals) from traditional IRAs in 1998?</td> <td style="padding: 5px; width: 10%;">No</td> <td style="padding: 5px; width: 10%;">▶</td> <td style="padding: 5px; width: 40%;">Enter the amount from line 3 on line 12. Do not complete the rest of Part I.</td> <td style="width: 10%;"></td> </tr> <tr> <td></td> <td>Yes</td> <td>▶</td> <td>Go to line 4.</td> <td></td> </tr> </table>					Did you receive any distributions (withdrawals) from traditional IRAs in 1998?	No	▶	Enter the amount from line 3 on line 12. Do not complete the rest of Part I.			Yes	▶	Go to line 4.	
Did you receive any distributions (withdrawals) from traditional IRAs in 1998?	No	▶	Enter the amount from line 3 on line 12. Do not complete the rest of Part I.											
	Yes	▶	Go to line 4.											
4 Enter only those contributions included on line 1 that were made during 1/1/99-4/15/99. See page 5	4													
5 Subtract line 4 from line 3 . . . . .	5													
6 Enter the total value of <b>ALL</b> your traditional IRAs as of 12/31/98 plus any outstanding rollovers. See page 5 . . . . .	6													
7 Enter the total distributions you received from traditional IRAs during 1998. Do not include amounts rolled over. See page 5 . . . . .	7													
8 Add lines 6 and 7 . . . . .	8													
9 Divide line 5 by line 8 and enter the result as a decimal (rounded to at least 3 places). Do not enter more than "1.000" . . . . .	9	×												
10 Multiply line 7 by line 9. This is the amount of your nontaxable distributions for 1998 . . . . .	10													
11 Subtract line 10 from line 5. This is the basis in your traditional IRA(s) as of 12/31/98 . . . . .	11													
12 Add lines 4 and 11. This is your <b>total basis in traditional IRAs for 1998 and earlier years</b> . . . . .	12													
13 <b>Taxable amount.</b> Subtract line 10 from line 7. Enter the result here. Also include it in the total on Form 1040, line 15b; Form 1040A, line 10b; or Form 1040NR, line 16b . . . . .	13													

## Part II Conversions from Traditional IRAs to Roth IRAs

**Before you begin**, see page 5 if: (1) your filing status is married filing separately, (2) your modified AGI is more than \$100,000, (3) you converted only part of your traditional IRAs to Roth IRAs, or (4) you received any distributions (withdrawals) from traditional IRAs during 1998.

14a Enter the total amount of distributions from traditional IRAs during 1998 that were converted to Roth IRAs . . . . .	14a			
b Recharacterizations. See page 3 . . . . .	14b			
c Subtract line 14b from line 14a . . . . .	14c			
15 Enter your basis in the amount you entered on line 14c. See pages 5 and 6 . . . . .	15			
16 <b>Taxable amount of conversions.</b> Subtract line 15 from line 14c . . . . .	16			
17 <b>Amount subject to tax in 1998.</b> Check here if you elect <b>NOT</b> to spread the taxable amount on line 16 over 4 years (see page 6) . . . . . ▶ <input type="checkbox"/>	17			
If you checked the box, enter the amount from line 16 on line 17. Otherwise, enter 25% (0.25) of line 16 on line 17. Include the line 17 amount in the total on Form 1040, line 15b; Form 1040A, line 10b; or Form 1040NR, line 16b . . . . .				

**Part III Distributions from Roth IRAs**

<p><b>18</b> Enter the total Roth IRA distributions (withdrawals) received in 1998. Do not include amounts rolled over within 60 days of receipt. See page 6 . . . . .</p>		<b>18</b>		
<p><b>19a</b> Enter your Roth IRA contributions for 1998, including those made during 1/1/99-4/15/99 that were for 1998. Do not include rollover contributions or amounts converted from traditional IRAs . . . . .</p>	<b>19a</b>			
<p><b>b</b> Recharacterizations. See page 3 . . . . .</p>	<b>19b</b>			
<p><b>c</b> Combine lines 19a and 19b . . . . .</p>		<b>19c</b>		
<p><b>20</b> Subtract line 19c from line 18. If zero or less, enter -0- and do not complete the rest of Part III . . . . .</p>		<b>20</b>		
<p><b>21</b> Subtract line 17 from line 16 . . . . .</p>		<b>21</b>		
<p><b>22</b> Enter the smaller of line 20 or line 21 . . . . .</p>		<b>22</b>		
<p><b>23</b> Subtract line 22 from line 20. If zero, skip lines 24 and 25, and go to line 26 . . . . .</p>		<b>23</b>		
<p><b>24</b> Enter the sum of lines 15 and 17 . . . . .</p>		<b>24</b>		
<p><b>25</b> Subtract line 24 from line 23. If zero or less, enter -0- . . . . .</p>		<b>25</b>		
<p><b>26 Taxable amount.</b> Add lines 22 and 25. Enter the result here and include it in the total on Form 1040, line 15b; Form 1040A, line 10b; or Form 1040NR, line 16b . . . . .</p> <p><b>Note:</b> If you have an amount on line 22 or 25, you will be subject to an additional 10% tax. See page 6 for details.</p>		<b>26</b>		

**Part IV Distributions from Education (Ed) IRAs**

**Before you begin,** see page 6 if (1) the total Ed IRA contributions made for 1998 on behalf of the beneficiary are more than \$500, or (2) the beneficiary had more than one Ed IRA account for 1998.

<p><b>27</b> Enter the total Ed IRA distributions (withdrawals) received in 1998. Do not include amounts rolled over within 60 days of receipt. . . . .</p>		<b>27</b>		
<p><b>28</b> Do you choose to waive any exclusion you may be entitled to for your 1998 qualified higher education expenses (see page 7 before answering)?</p> <p><b>Yes.</b> Check here <input type="checkbox"/> and enter -0-.</p> <p><b>No.</b> Enter your qualified higher education expenses for 1998. }</p>		<b>28</b>		
<p><b>29 Taxable amount.</b> Is line 28 equal to or more than line 27?</p> <p><b>Yes.</b> Enter -0-; none of your Ed IRA distributions are taxable for 1998.</p> <p><b>No.</b> Enter the total of the amounts from line 14 of the worksheet on page 7 for each of your Ed IRA accounts. Also include this amount in the total on Form 1040, line 15b; Form 1040A, line 10b; or Form 1040NR, line 16b. }</p> <p><b>Note:</b> If you have a taxable amount on line 29, you may be subject to an additional 10% tax. See page 7 for details, including exceptions to the additional tax.</p>		<b>29</b>		

**Sign Here Only if You Are Filing This Form by Itself and Not With Your Tax Return**

Under penalties of perjury, I declare that I have examined this form, including accompanying attachments, and to the best of my knowledge and belief, it is true, correct, and complete.

▶ \_\_\_\_\_  
Your signature

▶ \_\_\_\_\_  
Date

